

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

APR 19 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

C

W-01629a
Coronado Estates Water Company
P.O. Box 2903
Sierra Vista AZ 856362903

55-80773

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
----	----	------

FOR COMMISSION USE

Ann04	03
-------	----

COMPANY INFORMATION

Company Name (Business Name) RONARD ESTATES WATER CO

Mailing Address P O BOX 2903
(Street)
Sierra Vista AZ 85636-2903
(City) (State) (Zip)

(520) 378 3349 (520) 378 6549 (520) 220 0515
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address web@csiz.com

Local Office Mailing Address SAA
(Street)
(City) (State) (Zip)
SAA SAA SAA
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address SAA

MANAGEMENT INFORMATION

Management Contact: Johnny A McLain owner
(Name) (Title)
2110 So SAXEL RD HEREFORD AZ 85615
(Street) (City) (State) (Zip)
(520) 378 3349 (520) 378 6549 (520) 220 515
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address SAA

On Site Manager: Johnny A McLain
(Name)
SAA
(Street) (City) (State) (Zip)
SAA
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address SAA

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent:

Donna A. McLean

(Name)

7110 E. SAGE RD

(Street)

NEEDHAM

(City)

AZ- 85615

(State)

(Zip)

(520) 375 3349

Telephone No. (Include Area Code)

(520) 375 6549

Fax No. (Include Area Code)

(520) 220 515

Pager/Cell No. (Include Area Code)

Attorney:

(Name)

(Street)

(City)

(State)

(Zip)

(602) 404 2189

Telephone No. (Include Area Code)

(602) 274 9135

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☒ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME GRONADO ESTATES WATER CO

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	5000	5000	5000
302	Franchises	3400	3400	3400
303	Land and Land Rights	8000	8000	0
304	Structures and Improvements	18693	16839	1854
307	Wells and Springs	8275	7943	332
311	Pumping Equipment ^{NEW BP} ₁₅₀₀	47444	25750	21694
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes ^{#20,000} _{RE-DO. Reservoir}	77598	50395	27203
331	Transmission and Distribution Mains	74547	54475	20072
333	Services ^{150X47 = 7050}	34550	22848	11702
334	Meters and Meter Installations ^{150X70 = 10500}	104325	38686	65639
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	1665	560	1105
340	Office Furniture and Equipment ⁺³⁰⁵	3004	1777	1227
341	Transportation Equipment	13643	11818	1825
343	Tools, Shop and Garage Equipment	645	423	222
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	800	400	400
346	Communication Equipment ⁺⁷⁰⁰	2256	1016	1240
347	Miscellaneous Equipment	400	175	225
348	Other Tangible Plant	0	0	0
	TOTALS	403945	241305	162640

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CROWN ESTATES WATER CO

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	5000	0	0
302	Franchises	3100	0	0
303	Land and Land Rights	5000	50%	0
304	Structures and Improvements	18693		735
307	Wells and Springs	8275		414
311	Pumping Equipment ^{NEW BP 2500}	42444		2372
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes ^{+70,000 - (51) 620}	37598		3872
331	Transmission and Distribution Mains	74547		3727
333	Services $150 \times 47 = 7050$	34550		1727
334	Meters and Meter Installations $150 \times 47 = 7050$	104325		5216
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	1665		83
340	Office Furniture and Equipment + 300	3004		150
341	Transportation Equipment	13643		682
343	Tools, Shop and Garage Equipment	645		32
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	800		40
346	Communication Equipment + 700	2256		113
347	Miscellaneous Equipment	400		20
348	Other Tangible Plant	0	0	0
	TOTALS	403945	✓	19390

This amount goes on Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME CORONADO ESTATES WATER CO**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 705	\$ 1205
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	1139	2110
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	0	0
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	0	0
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1834	\$ 3315
	FIXED ASSETS		
101	Utility Plant in Service	\$ 352045	\$ 403945
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation – Utility Plant	222716	241305
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	TOTAL FIXED ASSETS	\$ 129329	\$ 162640
	TOTAL ASSETS	\$ 131163	\$ 165955

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME CORONADO ESTATES WATER CO

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 66,260	\$ 59,503
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	0	0
	TOTAL REVENUES	\$ 66,260	\$ 59,503
	OPERATING EXPENSES		
601	Salaries and Wages <i>See (630)</i>	\$ 500	\$ 550 <i>See (630)</i>
610	Purchased Water	0	0
615	Purchased Power	5,200	6,200
618	Chemicals	300	375
620	Repairs and Maintenance	7,610	27,320
621	Office Supplies and Expense <i>See (630)</i>		<i>See (630)</i>
630	Outside Services <i>LA work 10,700 ADZ 5,000</i>	25,000	
635	Water Testing	2,000	<i>See (630)</i>
641	Rents	2,022	<i>See (630)</i>
650	Transportation Expenses <i>See (630)</i>		<i>See (630)</i>
657	Insurance - General Liability <i>See (630)</i>	4,000	<i>See (630)</i>
659	Insurance - Health and Life	1,543	<i>See (630)</i>
666	Regulatory Commission Expense - Rate Case	0	<i>See (630)</i>
675	Miscellaneous Expense	800	<i>See (630)</i>
403	Depreciation Expense	17,597	19,340
408	Taxes Other Than Income	0	13,000 <i>NOT PAID</i>
408.11	Property Taxes <i>NOT PAID</i>	<i>EST 5,000 only</i>	<i>5,000 NOT PAID</i>
409	Income Tax	0	0
	TOTAL OPERATING EXPENSES	\$ 70,972	\$ 107,485
	OPERATING INCOME/(LOSS)	\$ (4,712)	\$ (47,982)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense <i>S. TAX + L. TAX EST - 14,000</i>	<i>EST 14,000</i>	<i>14,000</i>
	TOTAL OTHER INCOME/(EXPENSE)	\$ 14,000 <i>EST</i>	\$ 14,000 <i>NOT PAID</i>
	NET INCOME/(LOSS)	\$ (1,8712)	\$ (47,982)

COMPANY NAME

CORONADO ESTATES WATER CO

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 3995

Meter Deposits Refunded During the Test Year

\$ 100

COMPANY NAME

CORONADO STATES WATER CO

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	35 500
3	AC	2 366
4	AC/PVC	34 500
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	184
3/4	29
1	
1 1/2	
2	2
Comp. 3	
Turbo 3	1
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

OTHER:

Two well sites one well, one storage tank & one pressure tank - 7 inches & 11.5

COMPANY NAME CROWNADO ESTATES WATER CO

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	171	943700	987
FEBRUARY	171	1147290	1147
MARCH	172	1155410	1155
APRIL	165	4100300	4100
MAY	145	3577010	3577
JUNE	166	4726000	4726
JULY	165	5549660	5549
AUGUST	167	4709000	4709
SEPTEMBER	167	2834380	2824
OCTOBER	165	2973750	2973
NOVEMBER	217	3330180	3330
DECEMBER	171	2752240	2752
TOTAL		N/A	37829

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(X) No

If yes, provide the GPCPD amount: NA

What is the level of arsenic for each well on your system. 0.0046 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME CONADO ESTATES WATER YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 0

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. IN ADEQUATE INCOME

COMPANY NAME CORONADO ESTATES WATER CO YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 0
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Harry A. McLain
SIGNATURE

12-31-03
DATE

HARRY A MCLAIN
PRINTED NAME

Owner
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

APR 19 2004

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>COCHISE</u>	<input checked="" type="checkbox"/> CORPORATION COMMISSION DIRECTOR OF UTILITIES
NAME (OWNER OR OFFICIAL) TITLE <u>JOHN A McLAIR</u>	
COMPANY NAME <u>CRONADO'S TATES WATER CO</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 59,503

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 3,422

IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



COCHISE
ARIZONA
(SEAL) 13, 2004

DAY OF

COUNTY NAME <u>Cochise</u>	
MONTH <u>March</u>	2004

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

12-26-2004

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 19 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>COCHISE</u>		ARIZONA CORPORATION COMMISSION
NAME (OWNER OR OFFICIAL) <u>JOHN A McLAUGHLIN</u>	TITLE <u>DIRECTOR OF UTILITIES</u> <u>OWNER</u>	
COMPANY NAME <u>VERACORADO ESTATES WATER CO</u>		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

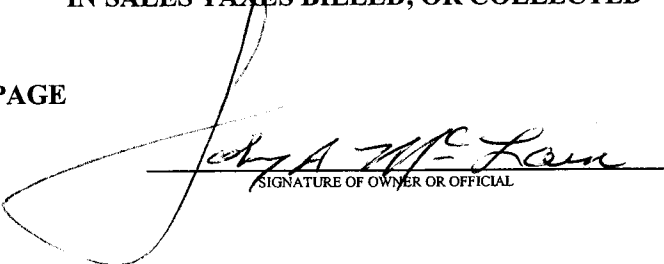
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 59,503

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 3,422
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.



SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

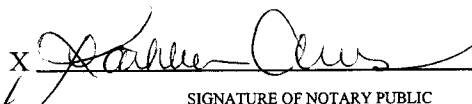


(SEAL)

DAY OF

NOTARY PUBLIC NAME <u>Kathleen A. Wise</u>	
COUNTY NAME <u>Cochise</u>	
MONTH <u>March</u>	200 <u>4</u>

MY COMMISSION EXPIRES 12-26-2004

x 

SIGNATURE OF NOTARY PUBLIC